

General Assembly

Substitute Bill No. 1081

January Session, 2005

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AN ACT CONCERNING FARM LAND PRESERVATION.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. (NEW) (Effective July 1, 2005) (a) For the purposes of this
- 2 section, "agricultural land" means land that contains prime or state-
- 3 wide important soils as identified by the United States Natural
- 4 Resources Conservation Service and "shellfish grounds" means an area
- 5 designated on shellfish maps prepared by the Department of
- 6 Agriculture or a municipality.
- 7 (b) No state funds or federal funds administered by the state shall
- 8 be used to encourage or facilitate the conversion of agricultural land or
- 9 active shellfish grounds to nonagricultural or nonaquaculture uses
- 10 without mitigation in accordance with the provisions of subsection (c)
- of this section, except that the provisions of said subsection (c) shall
- 12 not apply to (1) conversions for a different agricultural purpose, and
- 13 (2) conversion of less than one acre of shellfish grounds for the
- 14 purpose of installation of a residential utility other than a facility, as
- defined in section 16-50i of the general statutes, requiring a certificate
- 16 pursuant to section 16-50k of the general statutes or approval of the
- 17 Federal Energy Regulatory Commission shall be exempt from this
- 18 section.
- 19 (c) Mitigation may be accomplished by (1) purchase by the state or
- 20 granting to the state of a permanent agricultural conservation

- 21 easement on an equivalent amount of agricultural land of with 22 comparable or better soil quality in the municipality within which the 23 acreage being converted is located; or (2) if no comparable agricultural 24 land is available for an agricultural conservation easement as provided 25 in subdivision (1) of this section, a monetary payment, equivalent to 26 the value of the development rights on the acreage being converted, 27 paid to the General Fund and used for the preservation of agricultural 28 land pursuant to chapter 422a of the general statutes.
- 29 (d) There is established an interagency committee to advise the 30 Commissioner of Agriculture on implementation of the provisions of 31 this section. The committee shall be comprised of the State Properties 32 Review Board, the Secretary of the Office of Policy and Management 33 and the Departments of Agriculture, Environmental Protection, 34 Transportation, Correction, Economic and Community Development, 35 Education and Mental Retardation. The Commissioner of Agriculture 36 shall serve as chairperson of said committee and shall convene the 37 committee as often as said commissioner deems necessary. The 38 commissioner may adopt regulations, in accordance with the 39 provisions of chapter 54 of the general statutes, to implement the 40 provisions of this section.
- Sec. 2. (NEW) (*Effective July 1, 2005*) (a) The Commissioner of Agriculture shall compile an inventory of land owned by the state that contains prime agricultural or state-wide important soils identified by the United States Natural Resources Conservation Service.
 - (b) In consultation with the Connecticut Council for Agricultural Development and the agencies that manage properties listed in the inventory prepared under subsection (a) of this section, the commissioner shall determine which lands identified on the inventory prepared under this section are important for current and future agricultural use and should be permanently protected from conversion to nonagricultural use. The commissioner shall notify the State Bond Commission and any affected agencies of each such determination.

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- (c) In the event of a sale or transfer of ownership of any agricultural land determined to be important for current or future agricultural use under subsection (b) of this section, at or before the time of transfer of ownership of such land, the development rights to the land shall be retained by the state and a permanent agricultural conservation easement on such land shall be held through the state program for the preservation of agricultural land established pursuant to chapter 422a of the general statutes.
- 61 Sec. 3. (NEW) (Effective July 1, 2005) (a) The Department of 62 Agriculture shall establish and administer a program of matching 63 grants to municipalities to further agricultural viability. Grants may be 64 used for: (1) The purchase of development rights, to be held jointly by 65 the state and the municipality; (2) local capital projects that foster 66 agricultural viability, including, but not limited to, processing facilities 67 and farmers markets; and (3) the development and implementation of 68 land use regulations and local farm land protection strategies that 69 sustain and promote local agriculture.
- 70 (b) On or before January 31, 2006, the Connecticut Council for 71 Agricultural Development, in consultation with municipal entities, 72 shall develop and recommend criteria for implementation of the grant 73 program to be used by the department in making grants under this 74 section.
- Sec. 4. Section 22-26e of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
 - (a) There is hereby established a [Governor's] <u>Connecticut</u> Council for Agricultural Development [for advisory purposes only,] consisting of not more than [thirty] <u>twenty-one</u> members. <u>The council shall be within the Department of Agriculture for administrative purposes only.</u> The Commissioner of Agriculture shall be [chairman] <u>a member of said council</u>. The Governor shall appoint [twelve] <u>eight council members from a list provided by the Commissioner of Agriculture of persons representative of agricultural activities in the state, including</u>

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- 86 <u>land preservation</u> and trade associations. The speaker of the House of
- 87 Representatives, the president pro tempore of the Senate and the
- 88 majority leader and minority leader of each house of the General
- 89 Assembly shall each appoint two council members.
- 90 (b) (1) The council shall provide advice to the Department of 91 Agriculture concerning the development, diversification and 92 promotion of agricultural products, programs and enterprises in this 93 state and shall provide for an interchange of ideas from the various
- 94 commodity groups and organizations represented.
- 95 (2) The council shall evaluate farm land protection programs and 96 efforts in the state. Such evaluation shall include a review of (A) the 97 acreage goals for farm land preservation identified in the state plan of 98 conservation and development prepared pursuant to chapter 297 and 99 progress in meeting such goals, and (B) the effectiveness of the state 100 program for the preservation of agricultural lands authorized under 101 chapter 422a in ensuring a supply of affordable farm land for current 102 and future generations of farmers and the role of the open space and 103 watershed land acquisition program established under section 7-131d in preserving farm land. On or before January 31, 2006, and annually 104 105 thereafter, the council shall submit a report, in accordance with section 106 11-4a, detailing its findings and recommendations to the Governor and 107 the joint standing committees of the General Assembly having 108 cognizance of matters relating to the environment and to 109 municipalities. Such report shall include recommendations for 110 administration of farm land preservation, including, but not limited to, 111 acreage goals and the amount of state financing needed to achieve 112 such goals.
 - (c) The council shall meet at least once each calendar quarter. Any vacancy in the membership may be filled by the Governor. The members shall serve without compensation or reimbursement for expenses. Any member absent from more than two meetings in a year shall be deemed to have resigned. The chairman of the council shall be

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elected by a majority of the members appointed.

- Sec. 5. Subsection (a) of section 22-26jj of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from* passage):
- 122 (a) The Commissioner of Agriculture, with the approval of the State 123 Properties Review Board, may acquire [, prior to July 1, 1995,] by 124 purchase or accept as a gift, on behalf of the state, the fee simple title of 125 any agricultural real property and any personal property related to 126 such real property, including, but not limited to, machinery, 127 equipment, fixtures and livestock. The state conservation and 128 development plan established pursuant to chapter 297 shall be used as 129 an advisory document in connection with acquisition of such property. 130 The commissioner, in deciding whether or not to acquire such 131 property, shall consider all of the factors stated in section 22-26cc and 132 shall further consider the likelihood of subsequent sale of such 133 property by the department for agricultural purposes, subject to the 134 state's retention of development rights. After a preliminary evaluation of such factors, the [Commissioner of Agriculture] commissioner shall 135 136 obtain and review one or more fee appraisals of the property in order 137 to determine the value of such property. Each such appraisal shall include an itemization of (1) the total value of the land, (2) the value of 138 139 the land as agricultural land, (3) the value of the development rights of 140 the land, and (4) the value of any related personal property proposed 141 to be included in any sale. The commissioner shall give notice of any 142 such appraisal to the Departments of Transportation, Economic and 143 Community Development and Environmental Protection and the 144 Office of Policy and Management. Any such appraisal may be obtained 145 by the owner of the property and, if performed in a manner approved 146 by the commissioner, shall be considered by the commissioner in 147 making such determination. The commissioner may purchase such 148 property for a lesser price than any price suggested by any such 149 appraisal provided all considerations for acquisition specified in this 150 subsection are taken into account. In determining the value of the 151 property, consideration shall be given to sales of comparable

152 properties in the general vicinity.

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- Sec. 6. Section 22-26hh of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2005*):
 - (a) The State Bond Commission shall have power, from time to time, to authorize the issuance of bonds of the state in one or more series and in principal amounts not exceeding in the aggregate [eighty-nine] ninety-nine million [seven hundred fifty thousand] dollars, the proceeds of which shall be used for the purposes of section 22-26cc, provided not more than [two] ten million dollars of said authorization shall be effective July 1, 2004, and further provided not more than two million dollars shall be used for the purposes of section 22-26jj, as amended by this act. All provisions of section 3-20, or the exercise of any right or power granted thereby which are not inconsistent with the provisions of this section are hereby adopted and shall apply to all bonds authorized by the State Bond Commission pursuant to this section, and temporary notes in anticipation of the money to be derived from the sale of any such bonds so authorized may be issued in accordance with said section 3-20 and from time to time renewed. Such bonds shall mature at such time or times not exceeding twenty years from their respective dates as may be provided in or pursuant to the resolution or resolutions of the State Bond Commission authorizing such bonds. None of said bonds shall be authorized except upon a finding by the State Bond Commission that there has been filed with it a request for such authorization, which is signed by or on behalf of the Secretary of the Office of Policy and Management and states such terms and conditions as said commission, in its discretion, may require. Said bonds issued pursuant to this section shall be general obligations of the state and the full faith and credit of the state of Connecticut are pledged for the payment of the principal of and interest on said bonds as the same become due, and accordingly and as part of the contract of the state with the holders of said bonds, appropriation of all amounts necessary for punctual payment of such principal and interest is hereby made, and the Treasurer shall pay such principal and interest as the same become due.

- (b) To the extent that there is a balance of bonds authorized but not allocated by the State Bond Commission on or after July 1, 2004, pursuant to the provisions of subsection (a) of this section, for the purposes of section 22-26jj, as amended by this act, the State Bond Commission shall authorize the issuance of such balance in one installment in each fiscal year commencing with the fiscal year ending June 30, 2005.
- Sec. 7. (NEW) (Effective July 1, 2005) (a) The Department of Agriculture shall administer a Farm Reinvestment Program. Grants shall be made to farmers for diversification and transitioning to value added agricultural production and sales and for developing farm markets and other venues were a majority of products sold are grown in the state.
 - (b) The Commissioner of Agriculture shall adopt regulations, in accordance with the provisions of chapter 54 of the general statutes, for the administration of the program established by this section. Such regulations shall require the development of business plans.
- Sec. 8. Section 7-34a of the general statutes is amended by adding subsection (e) as follows (*Effective July 1, 2005*):
 - (NEW) (e) In addition to the fees for recording a document under subsection (a) of this section, town clerks shall receive a fee of thirty dollars for each document recorded in the land records of the municipality. One dollar of any fee paid pursuant to this subsection shall be retained by the town clerk and three dollars of such fee shall become part of the general revenue of the municipality and used to pay for local capital improvement projects, as defined in section 7-536 of the general statutes. Not later than the fifteenth day of each month, town clerks shall remit twenty-six dollars of the fees paid pursuant to this subsection during the previous calendar month to the State Treasurer for deposit in the General Fund. Upon such deposit, the amount shall be credited to the land protection, affordable housing and historic preservation account established pursuant to section 9 of

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this act. The provisions of this subsection shall not apply to any document recorded on the land records by an employee of the state or of a municipality in conjunction with said employee's official duties. As used in this subsection, "municipality" includes each town, consolidated town and city, city, consolidated town and borough, borough, district, as defined in chapter 105 or 105a, and each municipal board, commission and taxing district not previously mentioned.

Sec. 9. (NEW) (Effective July 1, 2005) There is established, within the General Fund, a separate, nonlapsing account to be known as the "land protection, affordable housing and historic preservation account". Such account shall contain any moneys required by law to be deposited in the account. The moneys in said account shall be distributed as follows: Twenty-five per cent to the Historic Preservation Council for on-going maintenance to the physical plant of historic sites; twenty-five per cent to the Connecticut Housing Finance Authority to supplement new or existing affordable housing programs; twenty-five per cent to the Department of Agriculture for farm land preservation programs and twenty-five per cent to the Department of Environmental Protection for open space grants to municipalities.

Sec. 10. (*Effective July 1, 2005*) The sum of five hundred thousand dollars is appropriated to the Department of Agriculture, from the General Fund, for the fiscal year ending June 30, 2006, for grants to farmers for activities pursuant to section 7 of this act.

This act shall take effect as follows and shall amend the following sections:		
Section 1	July 1, 2005	New section
Sec. 2	July 1, 2005	New section
Sec. 3	July 1, 2005	New section
Sec. 4	from passage	22-26e
Sec. 5	from passage	22-26jj(a)
Sec. 6	July 1, 2005	22-26hh
Sec. 7	July 1, 2005	New section

Sec. 8	July 1, 2005	7-34a
Sec. 9	July 1, 2005	New section
Sec. 10	July 1, 2005	New section

PD Joint Favorable Subst.